The FDIC Quarterly Banking Profile

Andrew C. Hove, Jr., Chairman

Third Quarter, 1993

COMMERCIAL BANKING PERFORMANCE - THIRD QUARTER, 1993

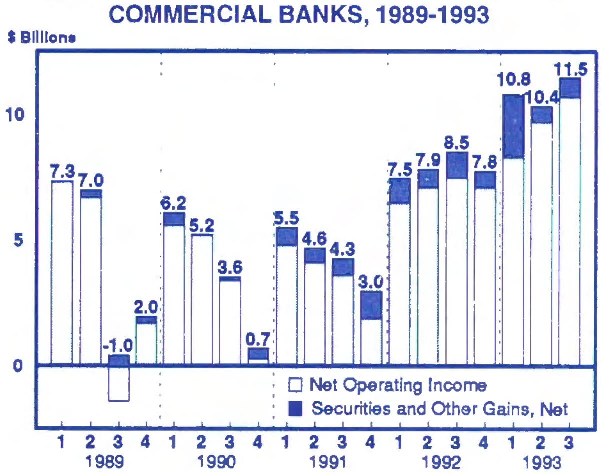
- ***Commercial Banks Earn Record $11.45 Billion In Third Quarter***
- ***Improving Credit Quality Helps Produce Higher Profits***
- ***Strength In Non-Commercial Lending Propels Loan Growth***
- ***Troubled Asset Levels Continue To Shrink***

Insured commercial banks reported record profits of $11.45 billion in the third quarter of 1993, surpassing the previous quarterly record of $10.8 billion, set in the first quarter of this year. Industry net income was more than one-third higher than the $8.5 billion earned a year ago, and $1.1 billion above the level of the previous quarter. Lower loan-loss provisions, reflecting improved credit quality, and increased noninterest income provided most of the increase in earnings. Net interest income was higher, while growth in overhead expense was moderate. Through the first nine months of 1993, commercial bank earnings totaled $32.6 billion, surpassing the record $32.1 billion banks earned in all of last year.

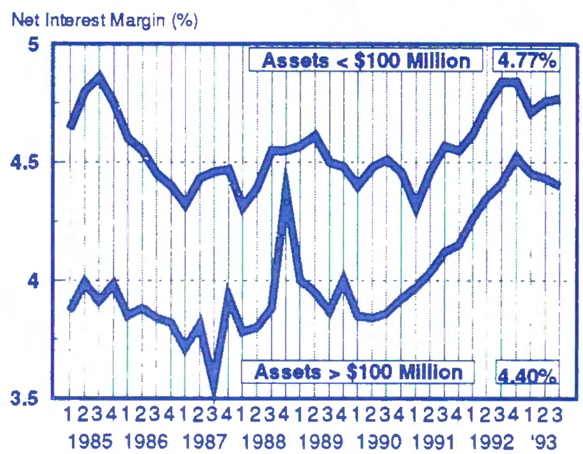
Industry profitability, as measured by return on assets, also set a new record in the third quarter. The annualized return on assets averaged 1.27 percent, surpassing the previous high of 1.23 percent reached in the first quarter. The average return on equity for the third quarter, 16.08 percent, was slightly below the record 16.11 percent reached in the first quarter, due to strong equity capital growth in the last two quarters. But third-quarter earnings were not as dependent on nonrecurring gains such as accounting changes and profits from sales of investment securities. After taxes, these items represented less than $1 billion of total net income in the third quarter, whereas in the first quarter they contributed more than $2.5 billion. Excluding nonrecurring items, commercial banks' core net operating income has increased in each of the last seven quarters. The strength in core earnings was widespread in the third quarter; net operating income averaged over one percent of assets (on an annualized basis) for all six geographic regions and all four asset-size groups. Fewer than one in 20 banks lost money in the quarter or for the first nine months of the year, the lowest proportions seen in the ten years since quarterly income reporting began.

A number of factors contributed to the earnings improvement. The $3.9 billion that banks set aside in loan-loss provisions in the third quarter was the smallest quarterly total since the first quarter of 1989, and was $2.8 billion below the level of a year earlier. Noninterest income was $2.2 billion higher, and net interest income was up by $1.2 billion, even though interest margins narrowed slightly. For the first nine months of 1993, industry earnings of $32.6 billion were $8.5 billion higher than in the same period last year, thanks to a $6.9-billion reduction in loan-loss provisioning, a $6.2-billion increase in noninterest income, and a $5.7-billion increase in net interest income.

QUARTERLY NET INCOME OF FDIC-INSURED COMMERCIAL BANKS, 1989-1993



QUARTERLY NET INTEREST MARGINS OF FDIC-INSURED COMMERCIAL BANKS, 1985-1993



Net interest income was $416 million higher than in the previous quarter, but the industry's average net interest margin narrowed slightly, from 4.47 percent to 4.45 percent, because of growth in earning assets. Although the average margin has declined for three consecutive quarters, the decline has been gradual and margins remain near the record 4.67 percent

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registered in the fourth quarter of last year. The composition of bank liabilities continues to shift away from costlier, longer-term certificates of deposit, into noninterest-bearing demand deposits, lower-rate savings deposits, and short-maturity liabilities such as overnight borrowings. Also, increased levels of equity capital substitute for some interest-bearing liabilities. These shifts have driven down average funding costs and helped to offset falling asset yields.

The improvement in troubled asset levels that began two years ago received another strong boost in the third quarter. Noncurrent loans, which fell by $4 billion, declined in all regions. The greatest improvements were at banks with the highest overall levels of troubled assets -- those in the Northeast and West Regions, and in the largest asset-size groups. Noncurrent loan levels improved in all major loan categories, even as net charge-off rates declined. The industry's holdings of foreclosed property registered a second consecutive record quarterly decline, shrinking by $2.7 billion. Through the first nine months of 1993, the net reduction in banks' inventory of other real estate owned has totaled $5.8 billion. Troubled assets -- noncurrent loans plus foreclosed property -- are now at their lowest level since the first quarter of 1989, and represent the smallest percentage of total assets since the fourth quarter of 1986.

Commercial banks' reserves for future loan losses declined by $196 million in the second quarter, to $53.9 billion. This is almost $2 billion below the peak level of $55.8 billion at the end of the first quarter of 1991. The larger decline in noncurrent loans during the quarter meant that the industry's coverage ratio rose above 100 percent for the first time in the twelve years that banks have reported noncurrent loan amounts. At the end of September, banks held $1.07 in reserves for every dollar of noncurrent loans. The combination of high reserve coverage levels and the improving trend in asset quality has resulted in a number of banks taking *negative* loan-loss provisions, i.e., taking funds out of reserves and adding them to operating revenues. In the third quarter, there were 462 commercial banks reporting negative loan-loss provisions totaling $172 million. In the previous quarter, 421 banks had negative provisions amounting to $363 million, while in the second quarter of last year, there were 293 banks with negative provisions totaling only $45 million. Through the first nine months of 1993, 573 commercial banks have reported cumulative negative loss provisions totaling $452 million.

Total assets of commercial banks increased by $62 billion in the third quarter, the largest quarterly increase since the fourth quarter of 1989. While assets grew at banks in all regions of the U.S., the increases were greatest outside the West and Northeast Regions. Strong growth in non-commercial loans (1-4 family residential mortgages and consumer loans), investment securities and trading account assets accounted for most of the increase. Commercial and industrial loans outstanding fell by $5.3 billion, to $529.7 billion, the lowest level since the end of 1983.

At the end of September, there were 11,081 insured commercial banks filing quarterly financial reports, a net quarterly decrease of 118 banks. Fifteen banks failed in the third quarter, bringing the total for the first nine months of 1993 to 37 failures (including two SAIF-member commercial banks that were placed in Resolution Trust Corporation conservatorships). One hundred and eighteen banks merged without assistance, while 12 new banks were chartered during the quarter. The number of commercial banks on the FDIC's "Problem List" fell by 84 institutions, to 496 at the end of September, and their combined assets declined by $45 billion, to $281 billion.

COMMERCIAL AND INDUSTRIAL LOAN GROWTH RATES
SEPTEMBER 30, 1992 - SEPTEMBER 30, 1993

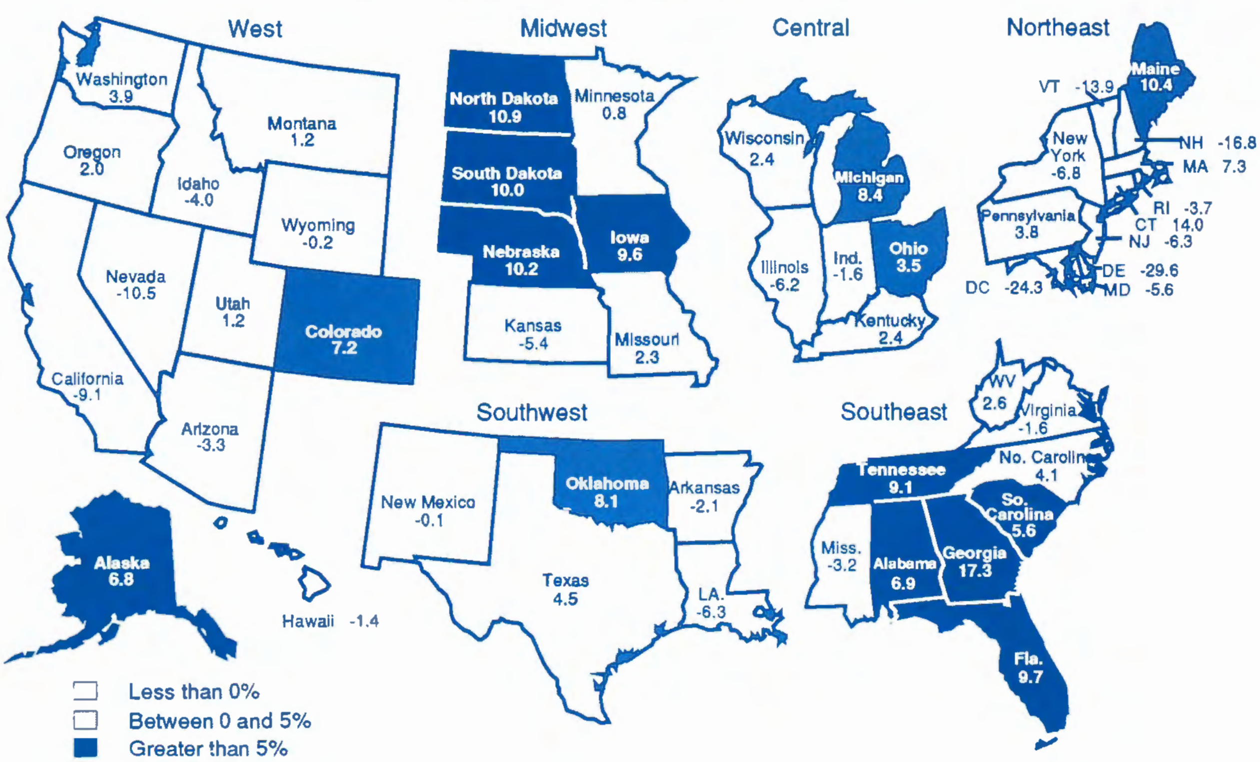


TABLE I-A. Selected Indicators, FDIC-Insured Commercial Banks

	1993*	1992*	1992	1991	1990	1989	1988
Return on assets (%)	1.23	0.94	0.93	0.53	0.48	0.49	0.82
Return on equity (%)	15.72	13.24	12.99	7.94	7.45	7.71	13.19
Core capital (leverage) ratio (%)	7.66	7.14	7.20	6.49	6.17	6.09	6.15
Noncurrent assets plus other real estate owned to assets (%)	1.95	2.83	2.54	3.02	2.94	2.30	2.14
Net charge-offs to loans (%)	0.83	1.24	1.27	1.59	1.43	1.16	1.00
Asset growth rate (%)	4.31	1.40	2.18	1.21	2.73	5.38	4.36
Net operating income growth (%)	34.61	66.50	92.50	-0.62	2.53	-38.70	1555.43
Number of institutions reporting	11,081	11,590	11,462	11,921	12,343	12,709	13,123
Percentage of unprofitable institutions	4.66	6.67	6.83	11.58	13.43	12.50	14.68
Number of problem institutions	496	909	787	1,016	1,012	1,092	1,394
Assets of problem institutions (in billions)	$281	$488	$408	$528	$342	$188	$305
Number of failed/assisted institutions	37	64	100	108	159	206	221

*Through September 30; ratios annualized where appropriate. Asset growth rates are for 12 months ending September 30.

TABLE II-A. Aggregate Condition and Income Data, FDIC-Insured Commercial Banks

(dollar figures in millions)	Preliminary 3rd Qtr 1993	2nd Qtr 1993	3rd Qtr 1992	%Change 92:3-93:3
Number of institutions reporting	11,081	11,199	11,590	-4.4
Total employees (full-time equivalent)	1,476,848	1,476,542	1,474,465	0.2
CONDITION DATA				
Total assets	$3,631,312	$3,569,309	$3,481,326	4.3
Loans secured by real estate	901,667	888,445	864,944	4.2
Commercial & industrial loans	529,728	535,032	539,398	-1.8
Loans to individuals	403,132	390,038	381,120	5.8
Farm loans	37,431	35,708	36,684	2.0
Other loans & leases	232,120	225,836	223,686	3.8
Less: Unearned income	7,164	7,722	9,544	-24.9
Total loans & leases	2,096,916	2,067,337	2,036,288	3.0
Less: Reserve for losses	53,895	54,091	55,306	-2.6
Net loans & leases	2,043,021	2,013,246	1,980,982	3.1
Investment securities	820,949	809,866	758,828	8.2
Other real estate owned	19,918	22,600	28,008	-28.9
Goodwill and other intangibles	16,815	16,736	14,623	15.0
All other assets	730,610	706,862	698,884	4.5
Total liabilities and capital	3,631,312	3,569,309	3,481,326	4.3
Noninterest-bearing deposits	538,074	526,118	487,535	10.4
Interest-bearing deposits	2,158,246	2,154,318	2,157,927	0.0
Other borrowed funds	484,197	446,101	422,717	14.5
Subordinated debt	37,000	36,954	30,268	22.2
All other liabilities	125,180	124,250	125,750	-0.5
Equity capital	288,615	281,569	257,128	12.2
Loans and leases 30-89 days past due	28,734	29,381	34,079	-15.7
Noncurrent loans and leases	50,193	54,177	69,382	-27.7
Restructured loans and leases	11,436	11,234	10,855	5.4
Direct and indirect investments in real estate	386	461	587	-34.3
1-4 Family residential mortgages	495,825	484,696	454,731	9.0
Mortgage-backed securities	339,119	335,098	301,850	12.3
Earning assets	3,206,501	3,157,155	3,072,851	4.3
Long-term assets (5+ years)	519,691	513,389	507,671	2.4
Volatile liabilities	1,013,635	969,481	971,139	4.4
Foreign office deposits	322,654	312,362	301,926	6.9
Unused loan commitments	1,381,216	1,336,500	1,248,804	10.6
Off-balance-sheet derivatives	11,985,706	10,949,133	9,715,267	23.4

INCOME DATA	Preliminary First Three Qtrs 1993	First Three Qtrs 1992	%Change	Preliminary 3rd Qtr 1993	3rd Qtr 1992	%Change 92:3-93:3
Total interest income	$183,654	$193,500	-5.1	$62,120	$63,593	-2.3
Total interest expense	79,197	94,694	-16.4	26,859	29,554	-9.1
Net interest income	104,457	98,806	5.7	35,261	34,039	3.6
Provision for loan losses	12,869	19,733	-34.8	3,921	6,765	-42.0
Total noninterest income	55,323	49,157	12.5	19,190	16,988	13.0
Total noninterest expense	104,007	96,871	7.4	34,710	33,247	4.4
Securities gains (losses)	2,704	3,225	-16.2	987	1,288	-23.3
Applicable income taxes	14,903	10,829	37.6	5,408	3,913	38.2
Extraordinary gains, net	1,917	326	487.5	52	93	-43.9
Net income	32,624	24,081	35.5	11,451	8,481	35.0
Net charge-offs	12,737	18,703	-31.9	3,902	6,667	-41.5
Cash dividends	14,027	8,611	62.9	5,286	2,864	84.6
Net operating income	28,792	21,390	34.6	10,689	7,472	43.0

TABLE III-A. First Three Quarters 1993, FDIC-Insured Commercial Banks

		Asset Size Distribution				Geographic Distribution by Region					
						East			West		
FIRST THREE QUARTERS Preliminary (The way it is . . .)	All Institutions	Less than $100 Million	$100 Million to $1 Billion	$1 Billion to $10 Billion	Greater than $10 Billion	North-east	South-east	Central	Mid-west	South-west	West
Number of institutions reporting	11,081	7,931	2,779	319	52	886	1,855	2,431	2,726	1,966	1,217
Total assets (in billions)	$3,631.3	$335.6	$679.8	$1,047.7	$1,568.2	$1,372.6	$575.4	$599.1	$245.6	$290.9	$547.6
Total deposits (in billions)	2,696.3	294.2	576.5	775.5	1,050.1	922.2	442.4	457.3	194.8	240.8	438.8
Net income (in millions)	32,624	3,078	6,085	10,126	13,336	11,370	5,186	5,761	2,634	3,154	4,519
% of unprofitable institutions	4.7	4.8	4.1	6.0	0.0	8.6	5.1	2.7	1.9	3.0	14.0
% of institutions with earnings gains	65.5	62.3	72.6	80.3	84.6	76.9	71.1	67.5	57.6	62.8	66.6
Performance Ratios (annualized, %)											
Yield on earning assets	7.82	7.74	7.70	7.57	8.05	8.37	7.42	7.48	7.57	7.00	7.80
Cost of funding earning assets	3.37	3.03	2.91	2.78	4.08	4.32	2.91	3.00	3.01	2.61	2.50
Net interest margin	4.45	4.71	4.79	4.80	3.98	4.05	4.51	4.48	4.56	4.39	5.30
Noninterest income to earning assets	2.35	1.13	1.43	2.58	2.91	2.93	1.70	1.79	2.53	1.76	2.51
Noninterest expense to earning assets	4.43	3.83	4.01	4.64	4.60	4.67	3.97	3.89	4.29	4.18	5.11
Net operating income to assets	1.08	1.14	1.12	1.22	0.96	0.91	1.16	1.22	1.41	1.18	1.08
Return on assets	1.23	1.24	1.22	1.32	1.16	1.14	1.23	1.31	1.46	1.49	1.12
Return on equity	15.72	12.65	14.26	16.37	16.94	16.02	15.61	16.21	16.60	18.41	12.98
Net charge-offs to loans and leases	0.83	0.29	0.49	0.94	1.00	1.25	0.41	0.50	0.57	0.25	0.96
Loan loss provision to net charge-offs	101.03	136.12	124.96	108.26	89.21	94.70	126.90	127.57	123.79	48.88	93.95
Condition Ratios (%)											
Loss allowance to:											
Loans and leases	2.57	1.75	1.91	2.67	2.95	3.18	1.97	1.93	2.02	1.95	2.96
Noncurrent loans and leases	107.38	119.90	110.68	124.14	96.96	94.40	130.55	134.35	136.90	140.86	102.10
Noncurrent assets plus other real estate owned to assets	1.95	1.20	1.49	1.74	2.46	2.64	1.33	1.11	1.14	1.09	2.65
Equity capital ratio	7.95	9.93	8.72	8.14	7.06	7.24	8.09	8.19	8.76	8.33	8.73
Core capital (leverage) ratio	7.66	9.85	8.62	7.86	6.66	7.11	7.73	8.09	8.67	7.94	7.92
Net loans and leases to deposits	75.77	59.73	66.82	79.23	82.62	79.63	76.55	76.83	71.56	56.67	78.11
Growth Rates (year-to-year, %)											
Assets	4.3	-	-	-	-	3.5	8.2	4.9	4.9	5.8	1.0
Equity capital	12.2	-	-	-	-	14.1	12.9	9.2	5.9	17.9	11.4
Net interest income	5.7	-	-	-	-	5.7	7.4	5.1	5.6	5.7	5.0
Net income	35.5	-	-	-	-	43.8	26.5	34.0	18.6	39.4	37.3
Noncurrent assets plus other real estate owned	-27.9	-	-	-	-	-29.7	-24.3	-23.0	-15.6	-38.9	-26.7
Net charge-offs	-31.9	-	-	-	-	-28.8	-41.9	-49.1	-27.5	-65.1	-14.7
Loan loss provision	-34.8	-	-	-	-	-31.8	-36.9	-40.1	-23.6	-81.3	-32.2
PRIOR FIRST THREE QUARTERS (The way it was . . .)											
Number of institutions 1992	11,590	8,435	2,781	326	48	941	1,901	2,559	2,813	2,066	1,310
1990	12,411	9,378	2,653	333	47	1,075	1,966	2,748	2,961	2,195	1,466
1988	13,242	10,469	2,408	328	37	1,084	1,933	2,945	3,130	2,631	1,519
Total assets (in billions) 1992	$3,481.3	$345.2	$676.2	$1,035.1	$1,424.8	$1,326.5	$532.0	$571.3	$234.1	$275.1	$542.5
1990	3,383.6	359.9	638.5	1,048.9	1,336.3	1,326.1	500.7	544.8	215.9	263.4	532.6
1988	3,094.7	380.4	576.1	998.1	1,140.1	1,243.4	424.1	494.3	207.0	262.4	463.5
Return on assets (%) 1992	0.94	1.12	1.04	1.04	0.77	0.81	1.04	1.01	1.27	1.11	0.85
1990	0.61	0.83	0.86	0.52	0.50	0.24	0.70	0.86	1.05	0.53	1.06
1988	0.82	0.74	0.77	0.77	0.92	0.96	1.00	1.07	1.04	-0.83	0.83
Net charge-offs to loans & leases (%) 1992	1.24	0.47	0.69	1.35	1.57	1.74	0.75	1.02	0.83	0.75	1.13
1990	1.35	0.55	0.71	1.36	1.82	1.94	0.79	0.87	0.95	1.33	1.08
1988	0.94	0.75	0.75	1.02	1.02	0.73	0.59	0.69	1.28	2.55	1.15
Noncurrent assets plus OREO to assets (%) 1992	2.83	1.53	1.94	2.51	3.80	3.88	1.90	1.51	1.42	1.89	3.65
1990	2.67	1.75	1.95	2.50	3.40	3.74	1.77	1.50	1.50	2.90	2.42
1988	2.45	2.06	1.84	1.59	3.64	2.38	1.08	1.24	1.68	7.05	2.91
Equity capital ratio (%) 1992	7.39	9.55	8.28	7.67	6.23	6.57	7.75	7.87	8.68	7.48	7.91
1990	6.45	9.19	7.79	6.53	5.01	5.57	7.17	7.11	8.05	6.67	6.55
1988	6.25	8.92	7.33	6.24	4.81	5.74	7.10	6.83	7.63	5.72	5.88

REGIONS: ***Northeast*** - Connecticut, Delaware, District of Columbia, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, New York, Pennsylvania, Puerto Rico, Rhode Island, Vermont, U.S. Virgin Islands
Southeast - Alabama, Florida, Georgia, Mississippi, North Carolina, South Carolina, Tennessee, Virginia, West Virginia
Central - Illinois, Indiana, Kentucky, Michigan, Ohio, Wisconsin
Midwest - Iowa, Kansas, Minnesota, Missouri, Nebraska, North Dakota, South Dakota
Southwest - Arkansas, Louisiana, New Mexico, Oklahoma, Texas
West - Alaska, Arizona, California, Colorado, Hawaii, Idaho, Montana, Nevada, Oregon, Pacific Islands, Utah, Washington, Wyoming

TABLE IV-A. Third Quarter 1993, FDIC-Insured Commercial Banks

		Asset Size Distribution				Geographic Distribution by Region					
						East			West		
THIRD QUARTER Preliminary ***(The way it is . . .)***	All Institutions	Less than $100 Million	$100 Million to $1 Billion	$1 Billion to $10 Billion	Greater than $10 Billion	North-east	South-east	Central	Mid-west	South-west	West
Number of institutions reporting................	11,081	7,931	2,779	319	52	886	1,855	2,431	2,726	1,966	1,217
Total assets (in billions).............................	$3,631.3	$335.6	$679.8	$1,047.7	$1,568.2	$1,372.6	$575.4	$599.1	$245.6	$290.9	$547.6
Total deposits (in billions)..........................	2,696.3	294.2	576.5	775.5	1,050.1	922.2	442.4	457.3	194.8	240.8	438.8
Net income (in millions).............................	11,451	1,007	2,041	3,666	4,737	4,189	1,768	2,010	926	926	1,630
% of unprofitable institutions.....................	4.9	5.3	4.0	4.4	0.0	7.7	5.3	3.1	2.5	3.4	14.0
% of institutions with earnings gains.........	55.9	53.3	60.5	76.5	75.0	65.7	61.7	58.1	48.6	51.7	58.8
Performance Ratios (annualized, %)											
Yield on earning assets.............................	7.82	7.74	7.67	7.53	8.09	8.43	7.44	7.44	7.53	6.89	7.75
Cost of funding earning assets..................	3.38	2.97	2.87	2.72	4.17	4.41	2.94	2.96	2.92	2.56	2.43
Net interest margin....................................	4.44	4.77	4.81	4.81	3.93	4.02	4.50	4.48	4.61	4.33	5.33
Noninterest income to earning assets.......	2.41	1.17	1.50	2.64	2.96	3.02	1.74	1.80	2.57	1.78	2.61
Noninterest expense to earning assets....	4.37	3.92	4.09	4.60	4.44	4.53	3.98	3.87	4.28	4.12	5.13
Net operating income to assets.................	1.19	1.14	1.16	1.33	1.12	1.11	1.18	1.25	1.49	1.21	1.17
Return on assets.......................................	1.27	1.21	1.21	1.41	1.22	1.23	1.24	1.36	1.53	1.28	1.20
Return on equity..	16.08	12.22	13.97	17.29	17.44	17.16	15.43	16.60	17.19	15.50	13.74
Net charge-offs to loans and leases..........	0.75	0.29	0.50	0.88	0.86	1.06	0.39	0.51	0.47	0.26	0.97
Loan loss provision to net charge-offs......	100.50	129.41	105.66	105.21	93.82	99.64	125.90	114.89	128.52	47.03	84.97
Growth Rates (year-to-year, %)											
Net interest income..................................	3.6	-	-	-	-	3.2	6.0	4.4	4.5	3.7	0.9
Net income...	35.0	-	-	-	-	35.0	28.2	64.0	30.0	19.1	27.1
Net charge-offs..	-41.5	-	-	-	-	-34.3	-39.2	-65.8	-49.1	-62.5	-27.0
Loan loss provision...................................	-42.0	-	-	-	-	-34.8	-34.9	-60.3	-39.3	-78.2	-39.4
PRIOR THIRD QUARTERS ***(The way it was . . .)***											
Return on assets (%)........................1992	0.98	1.16	1.04	1.08	0.83	0.94	1.05	0.86	1.22	1.14	0.95
....1990	0.42	0.77	0.80	0.36	0.20	-0.12	0.58	0.86	1.02	0.40	0.95
....1988	0.76	0.72	0.69	0.68	0.89	0.97	1.02	1.06	1.03	-1.69	0.95
Net charge-offs to loans & leases (%)											
....1992	1.31	0.50	0.77	1.31	1.74	1.62	0.71	1.56	0.99	0.76	1.28
....1990	1.15	0.61	0.81	1.45	1.18	1.45	0.95	0.67	0.91	1.52	1.03
....1988	0.97	0.83	0.82	0.87	1.18	0.87	0.51	0.58	1.10	2.36	1.27

TABLE V-A. Real Estate Loan Performance and Other Real Estate Owned, FDIC-Insured Commercial Banks

September 30, 1993		Asset Size Distribution				Geographic Distribution by Region					
						East			West		
	All Institutions	Less than $100 Million	$100 Million to $1 Billion	$1 Billion to $10 Billion	Greater than $10 Billion	North-east	South-east	Central	Mid-west	South-west	West
Percent of Loans 30-89 Days Past Due											
All loans secured by real estate	1.53	1.41	1.32	1.59	1.68	2.08	1.22	1.28	0.95	1.19	1.60
Construction and development	2.00	1.26	1.58	2.56	1.91	3.00	1.08	2.02	1.24	1.13	2.06
Commercial real estate	1.66	1.20	1.29	1.85	1.97	2.54	1.00	1.25	1.31	1.05	1.80
Multifamily residential real estate	1.53	1.07	1.31	1.59	1.76	2.04	0.72	1.47	1.27	1.01	1.87
1-4 Family residential*	1.51	1.68	1.40	1.38	1.62	1.81	1.50	1.31	0.82	1.30	1.62
Home equity loans	0.87	1.31	0.92	0.81	0.86	1.11	0.60	0.72	0.58	1.40	0.80
Commercial RE loans not secured by real estate	1.46	1.30	1.25	1.61	1.43	2.04	0.57	1.58	0.62	1.82	1.10
Percent of Loans Noncurrent**											
All real estate loans	3.15	1.40	1.86	3.02	4.81	5.09	1.89	1.65	1.58	1.68	4.00
Construction and development	9.76	1.95	4.54	8.78	16.12	15.57	4.38	5.95	3.08	1.98	14.00
Commercial real estate	4.78	1.90	2.58	4.55	8.31	8.22	3.06	2.22	3.31	2.78	5.30
Multifamily residential real estate	4.27	1.55	2.33	3.51	7.45	7.65	2.09	1.95	2.72	2.19	5.10
1-4 Family residential*	1.30	1.04	1.05	1.23	1.63	1.87	0.94	0.87	0.62	0.90	1.75
Home equity loans	0.65	0.98	0.83	0.58	0.60	0.93	0.47	0.37	0.29	0.51	0.61
Commercial RE loans not secured by real estate	6.11	2.22	1.71	3.74	7.61	9.58	4.13	2.41	3.43	0.73	4.99
Percent of Loans Charged-off (net, annualized)											
All real estate loans	0.65	0.12	0.26	0.64	1.11	1.24	0.27	0.31	0.26	0.13	0.79
Construction and development	2.53	0.14	0.74	2.47	4.05	4.40	0.84	1.98	0.47	0.13	2.85
Commercial real estate	0.95	0.18	0.36	0.92	1.81	1.83	0.43	0.39	0.75	0.12	1.10
Multifamily residential real estate	0.91	0.31	0.36	0.60	1.81	2.05	0.34	0.43	0.53	0.13	0.69
1-4 Family residential*	0.20	0.10	0.14	0.16	0.31	0.40	0.10	0.05	0.05	0.13	0.25
Home equity loans	0.18	0.24	0.19	0.16	0.19	0.21	0.12	0.04	0.04	0.17	0.29
Commercial RE loans not secured by real estate	1.72	0.50	1.35	1.34	1.93	3.27	0.08	3.60	-0.28	0.57	0.41
Total Loans Outstanding (in billions)											
All real estate loans	$901.7	$99.4	$225.8	$273.2	$303.2	$263.1	$184.4	$157.0	$62.0	$62.9	$172.3
Construction and development	68.6	6.0	15.6	23.2	23.8	19.1	15.2	10.5	3.2	4.6	16.1
Commercial real estate	265.5	26.7	74.7	89.6	74.4	74.4	56.2	48.2	15.8	19.2	51.6
Multifamily residential real estate	28.8	2.3	8.0	9.5	9.1	8.0	5.4	5.6	2.0	1.8	5.9
1-4 Family residential*	421.7	51.0	106.7	121.4	142.6	114.3	91.8	74.6	32.2	33.9	75.0
Home equity loans	74.1	2.7	14.1	27.0	30.4	27.0	12.3	12.5	2.4	0.9	19.0
Commercial RE loans not secured by real estate	17.2	0.4	1.4	4.0	11.4	6.5	2.0	1.8	0.6	0.8	5.7
Other Real Estate Owned (in millions)											
All other real estate owned	$19,918	$1,374	$3,287	$4,640	$10,616	$9,866	$2,428	$1,476	$693	$1,234	$4,220
Construction and development	4,549	191	797	1,651	1,910	1,874	684	366	124	220	1,282
Commercial real estate	10,334	644	1,544	2,183	5,963	5,082	1,291	839	405	698	2,019
Multifamily residential real estate	1,274	63	173	214	824	893	63	60	42	43	173
1-4 Family residential	2,515	371	693	532	917	1,019	357	173	80	194	692
Farmland	268	103	80	46	38	27	34	31	43	79	54
Other real estate owned in foreign offices	978	0	0	14	964	972	0	6	0	0	0

*Excludes home equity loans.

**Noncurrent loan rates represent the percentage of loans in each category that are past due 90 days or more or that are in nonaccrual status.

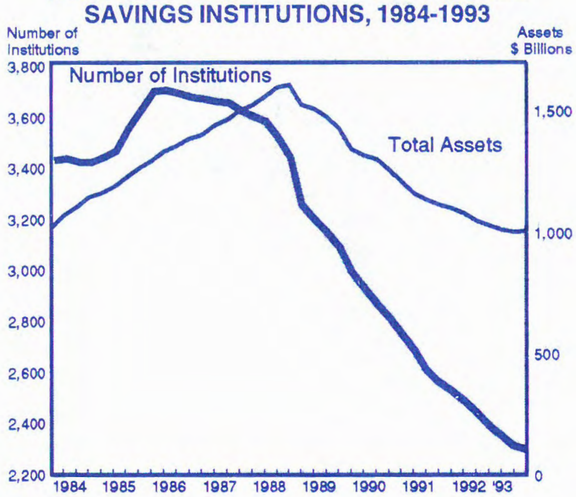
SAVINGS INSTITUTION PERFORMANCE - THIRD QUARTER, 1993

- ***Coverage Expanded To Include All FDIC-Insured Savings Institutions***
- ***$1 Trillion Industry Shows First Quarterly Increase In Assets Since 1988***
- ***FDIC-Insured Savings Institutions Earn $1.2 Billion In the Third Quarter***
- ***The Third Quarter Represents The Eighth Consecutive Quarter With Positive Earnings***
- ***Only Two Savings Institutions Fail In The Quarter, Problem List Continues To Shrink***

In this issue we begin expanded coverage of the savings institution industry. Previous coverage included only BIF-insured savings banks. This section now includes all FDIC-insured savings institutions except institutions in Resolution Trust Corporation (RTC) conservatorship and one self-liquidating institution.[1] The savings institution industry manages $1 trillion in assets. It includes 409 BIF-member savings banks with $257 billion in assets, 1,703 SAIF-member institutions with $714 billion in assets regulated by the Office of Thrift Supervision (OTS), and 185 SAIF-member savings banks with $35 billion in assets regulated by the FDIC.

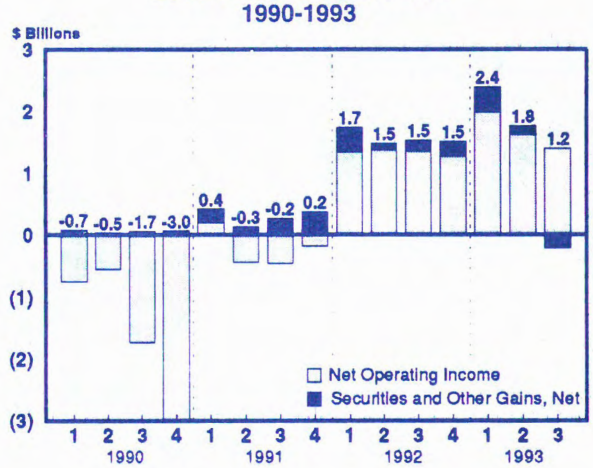
At the end of September there were 2,297 savings institutions. The number of savings institutions, which totaled 3,704 institutions at the end of the second quarter of 1986, has declined steadily. Since that time, over 1,100 institutions have failed and a number of others have been absorbed or have converted to commercial bank charters. The RTC has taken control of 741 savings institutions since its inception in 1989. Assets of FDIC-insured savings institutions have declined steadily since the fourth quarter of 1988, from $1.6 trillion to $1 trillion at the end of the third quarter of 1993. The decline in assets has leveled off recently, and this quarter total assets increased for the first time since the fourth quarter of 1988. The $2-billion increase in assets this quarter is primarily due to growth in securities, including mortgage-backed securities. Due in large part to the removal of so many undercapitalized institutions, savings institutions' average equity capital rose from 4.11 percent of assets at the end of 1988 to 7.76 percent at the end of the third quarter of 1993. Equity capital increased by $12 billion while assets fell by $600 billion.

NUMBER AND ASSETS OF FDIC-INSURED SAVINGS INSTITUTIONS, 1984-1993



Savings institutions earned $1.2 billion this quarter for an annualized quarterly return on assets of 0.48 percent, the eighth consecutive quarter of positive earnings. Third-quarter earnings were lower than the second quarter of 1993 primarily due to losses reported by two large institutions in the Northeast Region that reorganized and wrote off $500 million in goodwill. Favorable interest-rate conditions and declining inventories of troubled assets enabled most savings institutions to turn a profit -- 94 percent made money in the third quarter and 95 percent were profitable for the first nine months. Total earnings for the first three quarters of 1993 were $5.3 billion, for an annualized return on assets of 0.72 percent. Eight of the ten largest savings institutions are headquartered in California, and half of these institutions lost money during the first three quarters of 1993 due to depressed California real estate markets. Net interest margins had been rising for two years through the first quarter of 1993 when they reached 3.58 percent. They have declined since then, averaging 3.44 percent during the third quarter. This decline is due to the average yield on earning assets falling more rapidly than average funding costs in 1993.

QUARTERLY NET INCOME 1990-1993



The core capital, or leverage ratio for savings institutions increased from 6.47 percent at the end of the third quarter of 1992 to 7.42 percent at the end of the third quarter of 1993. Equity capital increased by $4.8 billion during that period, with net retained earnings (net income less cash dividends) amounting to $4.7 billion for the 12-month period. The provision for loan losses taken in the first three quarters of 1993 of $3.3

[1] New West FS&LA, Stockton, CA with $3.8 billion in total assets.

billion was $509 million less than the $3.8 billion provision taken a year earlier. However, net charge-offs of $3 billion in the first three quarters of 1993 were slightly greater than the net charge-offs of $2.9 billion for the same period last year.

Troubled assets continued to decline for savings institutions. Noncurrent assets and other real estate owned (OREO) as a percent of assets was 2.43 percent at the end of the third quarter. This ratio fell below 3 percent in the second quarter for the first time since 1990, when past due and nonaccrual loan amounts were first reported on a consistent basis. Real estate problems persist in the Northeast and Southwest Regions where troubled real estate assets, as a percent of real estate loans and OREO, led the nation at 5.31 and 6.67 percent, respectively. Commercial real estate vacancy rates remained especially high in these regions. Nationally, noncurrent real estate loans fell to 2.27 percent of total real estate loans, from 2.76 percent a year ago. For savings institutions with over $5 billion in assets, noncurrent commercial real estate loan rates remained high, averaging 6.41 percent. Reserves were $127 million lower than a year ago, but, due to the drop in noncurrent loans, the loan-loss allowance to noncurrent loans ratio reached 60 percent, up from 47 percent at the end of the third quarter of 1992.

Only two savings institutions failed during the quarter, the lowest number of failures in any quarter since 1980. One was placed into the RTC conservatorship program and the other was resolved under the Accelerated Resolution Program (ARP), jointly run by RTC and OTS. Failures for the first three quarters of 1993 total eight, far below the pace for 1992 when 62 institutions failed in the first three quarters. Of the six failures that occurred in the first two quarters of this year, one BIF-member savings bank was resolved by the FDIC, and the other five SAIF members were placed into RTC conservatorships. "Problem" savings institutions, as determined by OTS and FDIC, showed a steady decline in both number and assets. At the end of the third quarter, 168 savings institutions with $98 billion in assets remained on the "Problem List." This is almost half the level of a year ago when 318 institutions with $223 billion in assets were on the list.

TROUBLED REAL ESTATE ASSET RATES
SEPTEMBER 30, 1993

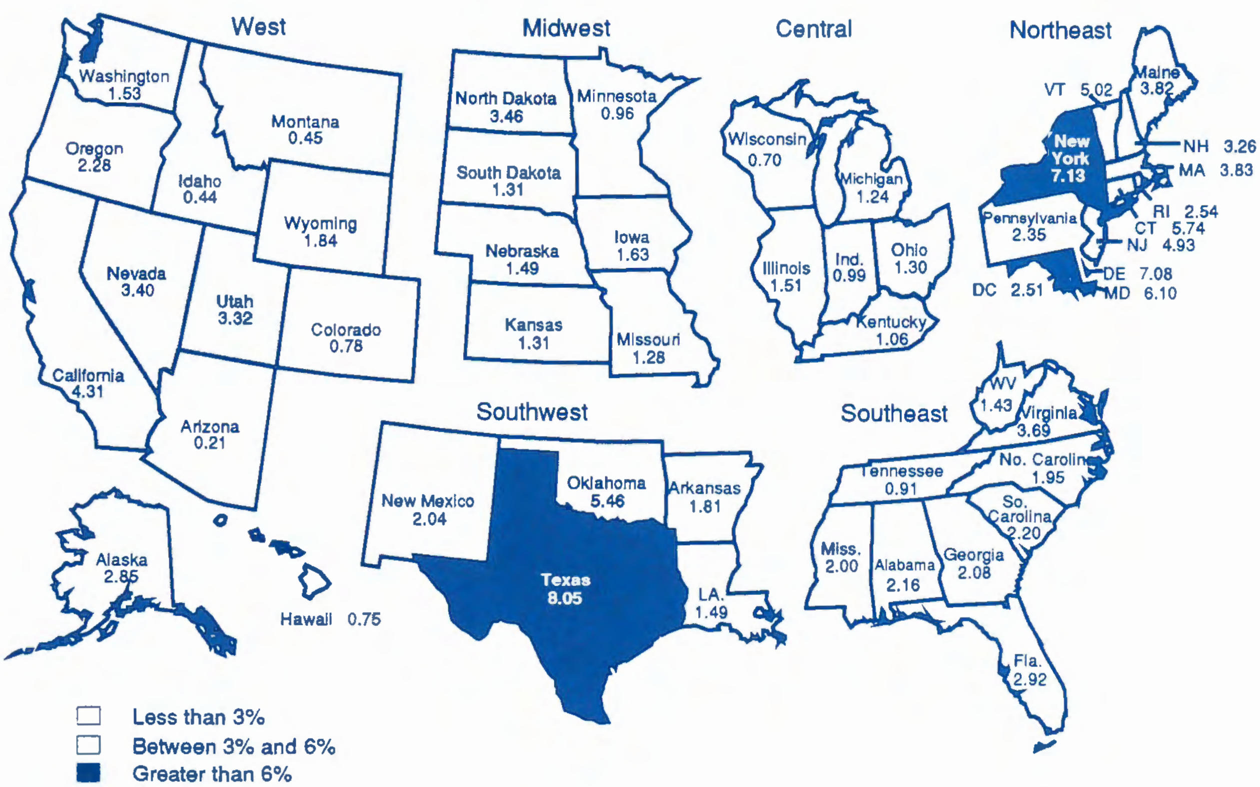


TABLE I-B. Selected Indicators, FDIC-Insured Savings Institutions*

	1993**	1992**	1992	1991	1990
Return on assets (%)	0.72	0.64	0.66	0.07	-0.38
Return on equity (%)	9.54	9.47	9.52	1.20	-6.82
Core capital (leverage) ratio (%)	7.42	6.47	6.77	5.54	4.62
Noncurrent assets plus other real estate owned to assets (%)	2.43	3.33	3.07	3.96	3.98
Net charge-offs to loans (%)	0.64	0.56	0.59	0.65	0.60
Asset growth rate (%)	-4.06	-7.50	-7.45	-11.61	-11.79
Net operating income growth (%)	14.09	N/M	N/M	N/M	N/M
Number of institutions	2,297	2,443	2,390	2,561	2,815
Percentage of unprofitable institutions	5.44	7.90	7.66	18.51	30.12
Number of problem institutions	168	318	276	410	480
Assets of problem institutions (in billions)	$98	$223	$184	$291	$298
Number of failed/assisted institutions	8	62	81	163	223

**Through September 30; ratios annualized where appropriate. Asset growth rates are for 12 months ending September 30.

TABLE II-B. Aggregate Condition and Income Data, FDIC-Insured Savings Institutions*

(dollar figures in millions)	Preliminary 3rd Qtr 1993	2nd Qtr 1993	3rd Qtr 1992	%Change 92:3-93:3
Number of institutions reporting	2,297	2,313	2,443	-6.0
Total employees (full-time equivalent)	285,529	283,700	293,158	-2.6
CONDITION DATA				
Total assets	$1,005,912	$1,003,957	$1,048,512	-4.1
Loans secured by real estate	604,445	604,928	632,626	-4.5
1-4 Family residential	463,060	464,329	479,770	-3.5
Multifamily residential property	64,717	64,135	67,222	-3.7
Commercial real estate	57,713	58,140	64,368	-10.3
Construction development and land	18,955	18,324	21,267	-10.9
Commercial & industrial loans	10,211	10,133	18,385	-44.5
Loans to individuals	36,794	36,845	37,058	-0.7
Other loans & leases	1,330	1,299	1,372	-3.1
Less: Unearned income & contra accounts	9,493	9,121	9,786	-3.0
Total loans & leases	643,288	644,084	679,656	-5.4
Less: Reserve for losses	8,851	8,702	8,978	-1.4
Net loans & leases	634,437	635,382	670,678	-5.4
Investment securities	268,527	264,213	259,634	3.4
Other real estate owned	9,780	11,803	15,974	-38.8
Goodwill and other intangibles	6,067	6,615	8,461	-28.3
All other assets	87,101	85,944	93,765	-7.1
Total liabilities and capital	1,005,912	1,003,957	1,048,512	-4.1
Deposits	780,714	787,968	849,455	-8.1
Other borrowed funds	132,546	126,237	111,053	19.4
Subordinated debt	2,699	2,679	2,912	-7.3
All other liabilities	11,894	11,178	11,817	0.7
Equity capital	78,058	75,895	73,274	6.5
Loans and leases 30-89 days past due	10,430	10,329	13,386	-22.1
Noncurrent loans and leases	14,685	14,609	18,928	-22.4
Restructured loans and leases	11,837	13,064	15,347	-22.9
Direct and indirect investments in real estate	871	1,046	1,498	-41.9
Mortgage-backed securities	189,786	187,760	184,730	2.7
Earning assets	931,844	929,041	962,828	-3.2
FHLB Advances (TFR filers only)	74,956	71,448	62,896	19.2
Unused loan commitments	95,948	87,218	70,974	35.2

INCOME DATA	Preliminary First Three Qtrs 1993	First Three Qtrs 1992	%Change	Preliminary 3rd Qtr 1993	3rd Qtr 1992	%Change 92:3-93:3
Total interest income	$51,064	$60,818	-16.0	$16,748	$19,530	-14.2
Total interest expense	26,875	36,787	-26.9	8,752	11,353	-22.9
Net interest income	24,189	24,031	0.7	7,996	8,177	-2.2
Provision for loan losses	3,322	3,831	-13.3	1,072	1,412	-24.1
Total noninterest income	5,843	5,875	-0.6	1,947	2,087	-6.7
Total noninterest expense	18,886	18,817	0.4	6,541	6,510	0.5
Securities gains (losses)	347	620	-44.1	92	250	-63.1
Applicable income taxes	2,909	3,024	-3.8	944	1,049	-10.0
Extraordinary gains, net	57	165	-65.6	(286)	(9)	N/M
Net income	5,318	5,019	6.0	1,194	1,536	-22.3
Net charge-offs	3,041	2,883	5.5	938	955	-1.7
Cash dividends	1,460	1,394	4.7	414	530	-21.9
Net operating income	5,007	4,388	14.1	1,405	1,357	3.5

*Excludes institutions in Resolution Trust Corporation conservatorship and one self-liquidating institution. N/M - Not meaningful

TABLE III-B. First Three Quarters 1993, FDIC-Insured Savings Institutions*

		Asset Size Distribution				Geographic Distribution by Region					
						East			West		
FIRST THREE QUARTERS Preliminary (The way it is . . .)	All Institutions	Less than $100 Million	$100 Million to $1 Billion	$1 Billion to $5 Billion	Greater than $5 Billion	North-east	South-east	Central	Mid-west	South-west	West
Number of institutions reporting	2,297	1,061	1,063	146	27	835	378	575	169	149	191
Total assets (in billions)	$1,005.9	$53.9	$307.7	$311.5	$332.8	$333.6	$90.1	$151.3	$50.7	$58.9	$321.3
Total deposits (in billions)	780.7	47.1	258.2	235.8	239.6	277.2	72.1	119.2	38.4	38.1	235.7
Net income (in millions)	5,318.5	423.7	2,269.7	1,363.2	1,261.9	1,491.0	610.6	1,146.3	383.3	720.6	966.8
% of unprofitable institutions	5.4	4.9	4.9	11.6	14.8	6.2	6.9	2.4	1.2	3.4	13.6
% of institutions with earnings gains	71.4	68.0	75.9	66.4	55.6	79.4	69.3	70.8	68.0	60.4	54.5
Performance Ratios (annualized, %)											
Yield on earning assets	7.46	7.72	7.61	7.35	7.38	7.44	7.53	7.64	7.48	6.90	7.47
Cost of funding earning assets	3.93	3.87	3.85	3.87	4.06	3.62	4.03	4.06	4.23	3.95	4.10
Net interest margin	3.53	3.85	3.76	3.48	3.31	3.82	3.50	3.58	3.25	2.95	3.36
Noninterest income to earning assets	0.85	0.73	0.90	0.93	0.75	0.69	0.93	0.81	0.83	1.92	0.83
Noninterest expense to earning assets	2.76	2.75	2.86	2.86	2.57	2.97	2.74	2.54	2.39	2.76	2.70
Net operating income to assets	0.68	0.99	0.90	0.65	0.44	0.59	0.86	1.03	0.98	1.48	0.35
Return on assets	0.72	1.05	1.00	0.59	0.52	0.60	0.92	1.03	1.03	1.64	0.41
Return on equity	9.54	11.98	12.14	8.01	7.65	7.81	12.18	12.54	13.92	24.42	5.75
Net charge-offs to loans and leases	0.64	0.16	0.27	0.55	1.13	0.67	0.24	0.11	0.15	0.32	1.03
Loan loss provision to net charge-offs	109.23	161.81	149.21	108.57	99.98	92.93	139.59	229.86	123.78	97.34	111.81
Condition Ratios (%)											
Loss allowance to:											
Loans and leases	1.38	0.91	1.21	1.55	1.45	1.70	1.18	0.84	0.83	1.02	1.47
Noncurrent loans and leases	60.27	53.16	64.89	70.60	51.85	52.05	82.69	99.44	96.73	102.07	57.60
Noncurrent assets plus other real estate owned to assets	2.43	1.61	2.00	2.56	2.85	3.11	1.67	0.78	0.90	2.77	2.91
Noncurrent RE loans to RE loans	2.27	1.65	1.82	2.18	2.82	3.28	1.34	0.78	0.86	1.03	2.58
Equity capital ratio	7.76	9.19	8.54	7.48	7.07	7.90	8.04	8.45	7.70	6.93	7.37
Core capital (leverage) ratio	7.42	9.09	8.37	7.12	6.56	7.75	7.78	8.20	7.31	6.51	6.81
Gross real estate assets to gross assets	78.58	72.83	75.11	77.98	83.30	74.09	77.41	80.02	79.46	76.28	83.17
Gross 1-4 family mortgages to gr. assets	45.21	51.04	44.97	38.70	50.58	40.82	47.01	47.59	45.20	28.96	51.15
Net loans and leases to deposits	81.26	74.83	74.55	76.86	94.11	70.47	79.08	77.59	78.13	67.65	99.20
Growth Rates (year-to-year, %)											
Assets	-4.1	-	-	-	-	-6.6	-19.1	0.1	3.2	-3.9	0.9
Equity capital	6.5	-	-	-	-	5.8	-10.1	10.4	17.3	8.0	9.6
Net interest income	0.7	-	-	-	-	1.1	-16.7	6.7	8.4	11.5	0.7
Net income	6.0	-	-	-	-	14.4	-7.1	16.0	5.7	5.8	-5.9
Noncurrent assets plus other real estate owned	-29.9	-	-	-	-	-31.0	-50.1	-30.7	-27.9	-39.1	-21.3
Net charge-offs	5.5	-	-	-	-	-29.4	-51.7	-44.7	-23.2	17.2	73.1
Loan loss provision	-13.3	-	-	-	-	-32.6	-56.8	-23.2	-36.8	-45.5	14.7
PRIOR FIRST THREE QUARTERS (The way it was . . .)											
Number of institutions 1992	2,443	1,129	1,123	161	30	867	427	601	183	157	208
1991	2,606	1,219	1,168	190	29	919	473	633	189	166	226
1990	2,867	1,345	1,275	210	37	996	529	673	208	202	259
Total assets (in billions) 1992	$1,048.5	$56.5	$326.6	$331.0	$334.4	$357.1	$111.4	$151.2	$49.2	$61.3	$318.3
1991	1,133.6	60.6	336.2	392.5	344.3	377.7	129.7	160.1	50.0	67.1	348.9
1990	1,299.8	65.8	372.8	437.0	424.3	419.7	159.8	176.4	60.3	81.6	402.0
Return on assets (%) 1992	0.64	0.85	0.79	0.57	0.53	0.49	0.78	0.88	0.98	1.50	0.43
1991	0.05	0.34	0.18	0.04	-0.11	-0.35	0.01	0.52	0.50	0.42	0.15
1990	-0.24	0.11	-0.09	-0.45	-0.21	-0.56	-0.51	0.26	-0.04	-0.41	-0.01
Net charge-offs to loans & leases (%) 1992	0.56	0.22	0.36	0.65	0.73	0.86	0.38	0.20	0.19	0.27	0.56
1991	0.63	0.28	0.49	0.77	0.68	1.05	0.60	0.20	0.25	0.42	0.46
1990	0.52	0.22	0.46	0.65	0.49	0.72	0.56	0.25	0.48	0.88	0.37
Noncurrent assets plus OREO to assets (%) 1992	3.33	1.90	2.60	3.48	4.14	4.21	2.71	1.12	1.29	4.37	3.73
1991	3.93	2.34	3.21	4.63	4.11	5.13	3.65	1.40	1.83	8.47	3.31
1990	3.71	2.33	3.26	4.66	3.34	4.30	3.78	1.34	2.50	14.14	2.17
Equity capital ratio (%) 1992	6.99	8.33	7.45	6.81	6.49	6.98	7.24	7.66	6.77	6.16	6.79
1991	6.08	7.71	6.69	5.61	5.73	6.28	5.80	6.66	5.23	3.89	6.24
1990	5.30	7.16	6.39	4.74	4.63	6.33	4.77	6.13	3.40	2.26	4.97

*Excludes institutions in Resolution Trust Corporation conservatorship and one self-liquidating institution.

REGIONS: ***Northeast*** - Connecticut, Delaware, District of Columbia, Maine, Maryland, Massachusetts, New Hampshire, New Jersey, New York, Pennsylvania, Puerto Rico, Rhode Island, Vermont, U.S. Virgin Islands
Southeast - Alabama, Florida, Georgia, Mississippi, North Carolina, South Carolina, Tennessee, Virginia, West Virginia
Central - Illinois, Indiana, Kentucky, Michigan, Ohio, Wisconsin
Midwest - Iowa, Kansas, Minnesota, Missouri, Nebraska, North Dakota, South Dakota
Southwest - Arkansas, Louisiana, New Mexico, Oklahoma, Texas
West - Alaska, Arizona, California, Colorado, Hawaii, Idaho, Montana, Nevada, Oregon, Pacific Islands, Utah, Washington, Wyoming

TABLE IV-B. Third Quarter 1993, FDIC-Insured Savings Institutions*

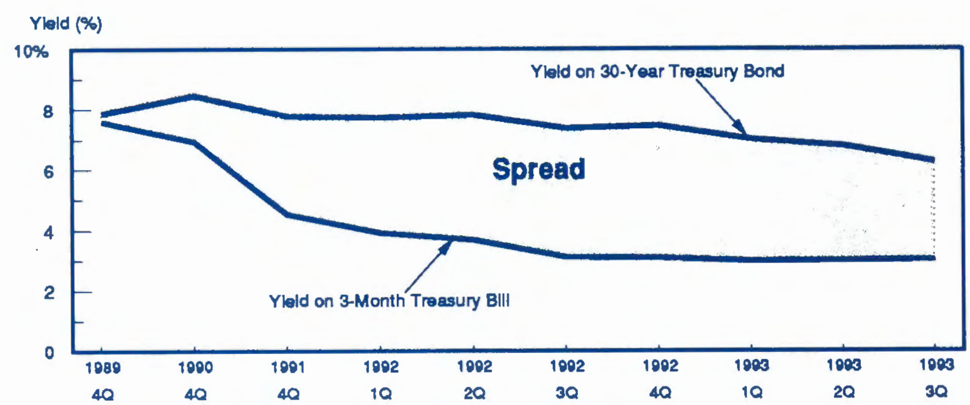
		Asset Size Distribution				Geographic Distribution by Region					
						East			West		
THIRD QUARTER Preliminary ***(The way it is . . .)***	All Institutions	Less than $100 Million	$100 Million to $1 Billion	$1 Billion to $5 Billion	Greater than $5 Billion	North-east	South-east	Central	Mid-west	South-west	West
Number of institutions reporting	2,297	1,061	1,063	146	27	835	378	575	169	149	191
Total assets (in billions)	$1,005.9	$53.9	$307.7	$311.5	$332.8	$333.6	$90.1	$151.3	$50.7	$58.9	$321.3
Total deposits (in billions)	780.7	47.1	258.2	235.8	239.6	277.2	72.1	119.2	38.4	38.1	235.7
Net income (in millions)	1,194	134	743	(123)	439	10	218	349	136	166	314
% of unprofitable institutions	5.7	6.0	4.5	11.0	14.8	5.5	6.9	3.5	3.0	5.4	14.1
% of institutions with earnings gains	57.3	54.9	59.4	57.5	70.4	62.4	55.8	56.9	55.6	45.6	49.7
Performance Ratios (annualized, %)											
Yield on earning assets	7.21	7.56	7.42	7.11	7.03	7.19	7.31	7.43	7.31	6.86	7.12
Cost of funding earning assets	3.77	3.74	3.72	3.71	3.86	3.47	3.89	3.91	4.11	3.89	3.89
Net interest margin	3.44	3.82	3.70	3.40	3.17	3.72	3.42	3.52	3.20	2.97	3.23
Noninterest income to earning assets	0.84	0.75	0.95	0.84	0.75	0.69	1.00	0.84	0.75	1.33	0.87
Noninterest expense to earning assets	2.81	2.82	2.87	3.15	2.44	3.22	2.70	2.53	2.35	2.81	2.63
Net operating income to assets	0.56	0.93	0.89	0.24	0.49	0.29	0.90	1.03	0.94	1.16	0.35
Return on assets	0.48	1.00	0.97	-0.16	0.53	0.01	0.98	0.93	1.08	1.14	0.39
Return on equity	6.20	11.03	11.52	-2.11	7.63	0.16	12.45	11.07	14.18	16.57	5.41
Net charge-offs to loans and leases	0.58	0.15	0.27	0.49	0.99	0.60	0.23	0.09	0.16	0.30	0.93
Loan loss provision to net charge-offs	114.23	162.27	151.53	107.48	107.25	93.31	147.63	230.93	115.42	74.21	120.47
Growth Rates (year-to-year, %)											
Net interest income	-2.2	-	-	-	-	-4.8	-20.3	3.3	8.3	14.7	1.1
Net income	-22.3	-	-	-	-	-97.3	-0.2	4.4	8.3	-30.6	35.5
Net charge-offs	-1.7	-	-	-	-	-39.2	-43.5	-37.1	2.0	58.8	58.2
Loan loss provision	-24.1	-	-	-	-	-45.7	-60.0	-46.6	-28.8	-56.2	4.9
PRIOR THIRD QUARTERS ***(The way it was . . .)***											
Return on assets (%) 1992	0.59	0.93	0.86	0.32	0.53	0.43	0.78	0.89	1.02	1.56	0.29
1991	-0.06	0.41	0.05	-0.06	-0.26	-0.49	0.02	0.53	0.33	0.33	-0.03
1990	-0.51	0.03	-0.33	-0.75	-0.51	-0.92	-0.86	0.16	-0.20	-0.43	-0.30
Net charge-offs to loans&leases (%)											
1992	0.56	0.19	0.33	0.68	0.74	0.89	0.32	0.14	0.16	0.19	0.58
1991	0.74	0.29	0.54	0.87	0.88	1.26	0.63	0.22	0.19	0.31	0.60
1990	0.60	0.26	0.57	0.71	0.58	0.90	0.75	0.23	0.31	0.39	0.45

*Excludes institutions in Resolution Trust Corporation conservatorship and one self-liquidating institution.

TABLE V-B. Real Estate Loan Performance and Other Real Estate Owned, FDIC-Insured Savings Institutions*

September 30, 1993	All Institutions	Asset Size Distribution: Less than $100 Million	$100 Million to $1 Billion	$1 Billion to $5 Billion	Greater than $5 Billion	Geographic Distribution by Region: East: North-east	South-east	Central	West: Mid-west	South-west	West
Percent of Loans 30-89 Days Past Due											
All loans secured by real estate	1.57	2.28	1.57	1.55	1.48	2.02	1.59	1.18	1.34	1.35	1.41
Construction, development and land	1.57	1.26	1.81	1.34	1.41	2.91	1.06	1.02	1.01	0.52	1.63
Commercial real estate	1.84	1.82	1.95	2.07	1.42	2.30	2.35	1.17	2.30	1.12	1.35
Multifamily residential real estate	1.39	1.69	1.50	1.42	1.31	1.96	1.05	0.94	2.00	0.63	1.27
1-4 Family residential	1.56	2.41	1.51	1.50	1.51	1.96	1.57	1.22	1.22	1.52	1.44
Percent of Loans Noncurrent**											
All real estate loans	2.27	1.65	1.82	2.18	2.82	3.28	1.34	0.78	0.86	1.03	2.58
Construction, development and land	5.35	1.88	4.19	8.16	5.51	10.22	3.56	1.31	1.20	1.19	7.72
Commercial real estate	4.78	3.44	4.01	4.44	6.41	5.79	3.15	2.10	3.47	1.45	5.24
Multifamily residential real estate	4.11	4.03	3.74	4.04	4.33	6.30	2.34	1.55	3.08	2.24	3.92
1-4 Family residential	1.58	1.34	1.16	1.27	2.19	2.31	0.86	0.59	0.47	0.87	1.83
Percent of Loans Charged-off (net, annualized)											
All real estate loans	0.55	0.12	0.21	0.40	1.04	0.56	0.14	0.05	0.12	0.18	0.94
Construction, development and land	1.05	0.20	0.48	2.20	0.94	2.63	0.40	0.15	0.09	0.95	0.80
Commercial real estate	1.37	0.34	0.64	1.18	2.73	1.43	0.42	0.25	0.71	-0.01	2.08
Multifamily residential real estate	0.81	0.28	0.51	0.72	1.02	0.64	0.88	0.23	0.09	0.13	1.03
1-4 Family residential	0.39	0.09	0.11	0.14	0.88	0.33	0.05	0.02	0.07	0.14	0.78
Total Loans Outstanding (in billions)											
All real estate loans	$604.4	$33.8	$184.8	$165.9	$219.9	$180.7	$54.6	$89.4	$27.6	$22.7	$229.4
Construction, development and land	19.0	1.6	9.4	5.7	2.3	4.6	3.9	3.7	0.8	1.8	4.3
Commercial real estate	57.7	2.8	20.7	18.3	15.8	23.2	5.5	5.6	2.1	1.7	19.6
Multifamily residential real estate	64.7	1.3	13.5	19.2	30.6	14.8	1.8	6.7	1.5	1.5	38.4
1-4 Family residential	463.1	28.1	141.2	122.6	171.1	138.1	43.4	73.4	23.3	17.7	167.2
Other Real Estate Owned (in millions)***											
All other real estate owned	$9,780	$260	$2,519	$3,928	$3,072	$3,872	$680	$391	$199	$1,370	$3,267
Construction, development and land	2,554	43	722	1,557	231	1,109	241	44	27	693	439
Commercial real estate	3,016	69	938	1,126	884	1,186	264	230	109	343	885
Multifamily residential real estate	1,992	36	381	892	683	588	72	57	49	317	908
1-4 Family residential	3,293	140	742	694	1,717	1,235	193	118	51	120	1,575
Troubled Real Estate Asset Rates** (% of total RE assets)**											
All real estate loans	3.83	2.40	3.14	4.44	4.16	5.31	2.55	1.22	1.57	6.67	3.95
Construction, development and land	16.59	4.46	11.04	27.94	14.11	27.70	9.23	2.49	4.57	28.56	16.34
Commercial real estate	9.51	5.73	8.17	9.97	11.36	10.38	7.56	5.95	8.17	17.85	9.34
Multifamily residential real estate	6.98	6.55	6.38	8.29	6.42	9.89	6.04	2.38	6.25	19.26	6.14
1-4 Family residential	2.27	1.83	1.68	1.82	3.16	3.17	1.30	0.75	0.69	1.54	2.75

*Excludes institutions in Resolution Trust Corporation conservatorship and one self-liquidating institution.
**Noncurrent loan rates represent the percentage of loans in each category that are past-due 90 days or more or that are in nonaccrual status.
***"All other real estate owned" is shown net of valuation allowances. The individual categories of OREO do not net out valuation allowances of TFR filers.
****Noncurrent real estate loans plus other real estate owned as a percent of total real estate loans plus OREO.



Quarterly Average Yield:

	1989 4Q	1990 4Q	1991 4Q	1992 1Q	1992 2Q	1992 3Q	1992 4Q	1993 1Q	1993 2Q	1993 3Q
30-Year Treasury Bond	7.93	8.55	7.85	7.80	7.90	7.44	7.53	7.08	6.86	6.32
3-Month Treasury Bill	7.65	6.99	4.54	3.91	3.68	3.08	3.07	2.96	2.97	3.00
Spread	0.28	1.56	3.31	3.89	4.22	4.36	4.46	4.12	3.89	3.32

ALL FDIC-INSURED INSTITUTIONS BY INSURANCE FUND

- ***Total Assets Of All FDIC-Insured Institutions Are $4.64 Trillion, Up 2.4 Percent Over 12 Months; Estimated Insured Deposits Fall 2.0 Percent To $2.57 Trillion.***
- ***BIF-Member Assets Grow 4.9 Percent Over 12 Months To $3.88 Trillion; Estimated BIF-Insured Deposits Decrease 1.1 Percent To $1.89 Trillion.***
- ***SAIF-Member Assets Decrease 9.0 Percent Over 12 Months To $760 Billion; Estimated SAIF-Insured Deposits Drop 4.5 Percent To $683 Billion.***

This is a new section for the *Quarterly Banking Profile.* It presents aggregate results for all FDIC-insured institutions and by insurance fund membership (BIF and SAIF).[1] These tables differ from the commercial bank and savings institution tables in that fund membership is not strictly determined by charter type. Readers should be aware that results and trends by insurance fund membership are influenced by cross-fund mergers and acquisitions. Notably, the transfer of a single large institution from SAIF membership to BIF membership explains a significant portion of the year-to-year decreases in the SAIF aggregate tables.[2]

In 1989, Congress created the Bank Insurance Fund (BIF) and the Savings Association Insurance Fund (SAIF) and placed them under the FDIC. Initially, BIF (which succeeded the Federal Deposit Insurance Fund) insured the deposits of commercial banks, state-chartered savings banks and a few federally chartered savings banks, while SAIF (which succeeded the Federal Savings and Loan Insurance Fund) insured the deposits of state- and federally chartered savings associations and most federally chartered savings banks. Under limited conditions, institutions are permitted to switch from one insurance fund to the other -- with or without a change in charter type -- but the required exit and entrance fees have all but precluded fund membership crossovers. Alternatively, institutions can change charter types -- and primary supervisors -- without switching insurance funds. As a result, the roles of insurer and primary federal supervisor are no longer determined strictly by charter type. On September 30, 1993, there were 16 BIF-member federal savings banks (with total assets of $71 billion) that were supervised by the Office of Thrift Supervision (OTS), 185 SAIF-member state-chartered savings banks (total assets $35 billion) that were supervised by FDIC and 68 SAIF-member commercial banks (total assets $11 billion) that were supervised by one of the three federal bank regulatory agencies. These SAIF-member commercial and state-chartered savings banks are sometimes referred to as "Sassers" (after a sponsor of the enabling legislation).

Because of acquisitions across insurance fund lines, portions of the deposits in a single institution can be insured by different funds. These institutions, sometimes referred to as "Oakars" (after a sponsor of the enabling legislation), are allocated in the accompanying tables according to their fund membership, so acquisitions by BIF-member institutions involving SAIF-insured deposits are reflected in the BIF aggregates, and vice versa. On September 30, 505 BIF-member institutions held an estimated $136 billion in SAIF-insured deposits,[3] while 24 SAIF-member institutions held an estimated $3.6 billion in BIF-insured deposits.[4] Institutions with Oakar deposits pay assessment premiums for these deposits to the appropriate insurance fund. One effect of Oakar deposits is that SAIF-insured deposits fell just 4.5 percent since September 1992 despite a 9.0 percent fall in SAIF-member assets, because SAIF retained insurance coverage of deposits acquired by BIF members.

In aggregate, the 13,378 FDIC-insured institutions had 2.4 percent growth in total assets from a year ago despite a slight (0.5 percent) decline in total deposits. Total loans were up 0.9 percent, as growth in residential mortgage loans, commercial real estate loans and consumer loans more than offset declines in commercial and industrial loans and loans for construction and development. Substantial improvement in asset quality was evidenced by the provision for loan losses (down 39 percent from the third quarter a year ago), noncurrent loans (down 27 percent) and other real estate owned (down 32 percent). All five institutions that were critically undercapitalized on September 30 have been resolved, some with and some without cost to the FDIC. The number of "problem" institutions declined 46 percent from their level in September 1992.

BIF-member bank failures, of which there were 36 during the first nine months of 1993, are funded by assessment premiums and interest on investments in U.S. Treasury obligations. SAIF-member institution failures, of which there were nine during the three quarters ended September 30, are resolved by the Resolution Trust Corporation with public funding. The RTC's authority to resolve failed institutions expired September 30, 1993, but has been extended at least through 1994 by legislation passed by Congress. SAIF-member assessment premiums are used to pay interest on obligations issued to cover failures in recent years and to build SAIF toward its statutory minimum net worth. The RTC legislation contains provisions for funding SAIF losses, if necessary, and the FDIC has authority for emergency borrowing from the U.S. Treasury and the Federal Financing Bank to supplement both SAIF and BIF.

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[1] Excluding RTC conservatorships, insured U.S. branches of foreign banks and one self-liquidating savings institution.

[2] Home Savings of America, FSB, Irwindale, CA (total assets $50.2 billion), is a predominantly SAIF-insured institution which became a BIF member by retaining the charter of The Bowery Savings Bank, New York, NY (total assets $5.7 billion at year-end 1992), a BIF-member bank that was merged into Home Savings in February 1993.

[3] Including nearly $34 billion at Home Savings of America.

[4] Total insured deposits for either fund can be approximated by taking the estimated insured deposits for its members, subtracting the Oakar deposits in its members and adding the Oakar deposits in the other fund's members (see Tables II-D and II-E).

TABLE I-C. Selected Indicators, All FDIC-Insured Institutions*

(dollar figures in millions)	1993**	1992**	1992	1991	1990
Number of institutions reporting	13,378	14,033	13,852	14,482	15,158
Total assets	$4,637,224	$4,529,838	$4,535,642	$4,543,612	$4,648,644
Total deposits	3,477,033	3,494,917	3,526,944	3,594,273	3,637,266
Number of problem institutions	664	1,227	1,063	1,426	1,492
Assets of problem institutions (in billions)	$379	$711	$592	$819	$640
Number of failed/assisted institutions	45	126	181	271	382
Assets of failed/assisted institutions (in billions)	$9	$54	$88	$142	$145

**As of September 30, 1993.

TABLE II-C. Aggregate Condition and Income Data, All FDIC-Insured Institutions*

(dollar figures in millions)	Preliminary 3rd Quarter 1993	2nd Quarter 1993	3rd Quarter 1992	% Change 92:3-93:3
Number of institutions reporting	13,378	13,512	14,033	-4.7
Total employees (full-time equivalent)	1,762,377	1,760,242	1,767,623	-0.3
CONDITION DATA				
Total assets	$4,637,224	$4,573,266	$4,529,838	2.4
Loans secured by real estate	1,506,113	1,493,373	1,497,570	0.6
1-4 Family residential	958,886	949,025	934,501	2.6
Home equity loans	92,886	93,577	94,349	-1.6
Multifamily residential property	93,549	92,420	93,728	-0.2
Commercial real estate	323,136	320,531	317,316	1.8
Construction development and land	87,598	88,531	108,944	-19.6
Other real estate loans	42,944	42,865	43,081	-0.3
Commercial & industrial loans	539,940	545,166	557,783	-3.2
Loans to individuals	439,926	426,883	418,178	5.2
Credit cards & related plans	151,965	147,302	137,611	10.4
Other loans & leases	270,882	262,844	261,743	3.5
Less: Unearned income & contra accounts	16,656	16,843	19,330	-13.8
Total loans & leases	2,740,204	2,711,421	2,715,944	0.9
Less: Reserve for losses	62,746	62,794	64,284	-2.4
Net loans & leases	2,677,457	2,648,628	2,651,660	1.0
Investment securities	1,089,476	1,074,078	1,018,462	7.0
Other real estate owned	29,697	34,403	43,982	-32.5
Goodwill and other intangibles	22,882	23,351	23,084	-0.9
All other assets	817,711	792,807	792,649	3.2
Total liabilities and capital	4,637,224	4,573,266	4,529,838	2.4
Deposits	3,477,033	3,468,405	3,494,917	-0.5
Other borrowed funds	616,744	572,338	533,770	15.5
Subordinated debt	39,699	39,633	33,180	19.6
All other liabilities	137,075	135,428	137,568	-0.4
Equity capital	366,674	357,463	330,403	11.0
Loans and leases 30-89 days past due	39,165	39,710	47,465	-17.5
Noncurrent loans and leases	64,878	68,787	88,310	-26.5
Restructured loans and leases	23,273	24,297	26,202	-11.2
Direct and indirect investments in real estate	1,256	1,507	2,085	-39.7
Mortgage-backed securities	528,905	522,858	486,579	8.7
Earning assets	4,138,346	4,086,196	4,035,680	2.5
Unused loan commitments	1,477,164	1,423,719	1,319,778	11.9
Estimated insured deposits	2,569,453	2,577,137	2,623,184	-2.0

INCOME DATA	Preliminary First Three Qtrs 1993	First Three Qtrs 1992	%Change	Preliminary 3rd Qtr 1993	3rd Qtr 1992	%Change 92:3-93:3
Total interest income	$234,718	$254,318	-7.7	$78,867	$83,123	-5.1
Total interest expense	106,072	131,481	-19.3	35,610	40,907	-12.9
Net interest income	128,647	122,837	4.7	43,257	42,216	2.5
Provision for loan losses	16,190	23,564	-31.3	4,993	8,177	-38.9
Total noninterest income	61,166	55,032	11.1	21,137	19,075	10.8
Total noninterest expense	122,893	115,688	6.2	41,251	39,757	3.8
Securities gains (losses)	3,051	3,845	-20.7	1,079	1,538	-29.8
Applicable income taxes	17,811	13,853	28.6	6,351	4,962	28.0
Extraordinary gains, net	1,974	491	302.0	(234)	84	N/M
Net income	37,942	29,101	30.4	12,644	10,017	26.2
Net charge-offs	15,778	21,586	-26.9	4,840	7,622	-36.5
Cash dividends	15,487	10,005	54.8	5,700	3,393	68.0
Net operating income	33,799	25,778	31.1	12,094	8,829	37.0

*Excludes institutions in Resolution Trust Corporation conservatorship, one self-liquidating savings institution, and insured branches of foreign banks.

N/M - Not meaningful

TABLE I-D. Selected Indicators, BIF-Member Depository Institutions*

(dollar figures in millions)	1993**	1992**	1992	1991	1990
Number of institutions reporting	11,422	11,948	11,813	12,305	12,791
Total assets	$3,877,491	$3,694,746	$3,711,375	$3,660,426	$3,646,840
Total deposits	2,899,392	2,825,374	2,873,079	2,881,739	2,861,440
Number of problem institutions	548	987	856	1,089	1,046
Assets of problem institutions (in billions)	$313	$558	$464	$610	$409
Number of failed/assisted institutions	36	80	122	127	169
Assets of failed/assisted institutions (in billions)	$3	$22	$44	$63	$15

**As of September 30, 1993.

TABLE II-D. Selected Aggregate Condition and Income Data, BIF-Member Depository Institutions*

(dollar figures in millions)	Preliminary 3rd Quarter 1993	2nd Quarter 1993	3rd Quarter 1992	% Change 92:3-93:3
Number of institutions reporting	11,422	11,541	11,948	-4.4
Commercial banks	11,013	11,131	11,527	-4.5
Savings institutions	409	410	421	-2.9
Total employees (full-time equivalent)	1,542,470	1,541,527	1,535,344	0.5
CONDITION DATA				
Total assets	$3,877,491	$3,808,796	$3,694,746	4.9
Loans secured by real estate, total	1,052,543	1,036,747	988,816	6.4
1-4 Family residential	606,710	593,519	541,947	12.0
Multifamily residential property	47,239	46,363	40,349	17.1
Commercial real estate	284,622	281,466	272,605	4.4
Construction development and land	71,084	72,585	90,866	-21.8
Commercial & industrial loans	534,075	539,049	544,483	-1.9
Reserve for losses	56,643	56,683	58,013	-2.4
Total deposits	2,899,392	2,879,572	2,825,374	2.6
Estimated insured deposits	2,017,925	2,016,455	1,985,257	1.6
BIF-insured deposits (estimated)	1,882,377	1,886,310	1,906,434	-1.3
SAIF-insured deposits (estimated)	135,548	130,145	78,823	72.0
Noncurrent loans and leases	55,268	59,037	75,454	-26.8
Other real estate owned	22,796	26,289	32,159	-29.1
Equity capital	308,299	300,383	273,382	12.8
CAPITAL CATEGORY DISTRIBUTION				
Number of institutions:				
Well capitalized	11,150	11,216	11,257	-1.0
Adequately capitalized	201	232	479	-58.0
Undercapitalized	40	50	114	-64.9
Significantly undercapitalized	27	30	57	-52.6
Critically undercapitalized	4	13	41	-90.2
Total assets:				
Well capitalized	3,696,290	3,642,873	2,842,432	30.0
Adequately capitalized	169,445	150,113	775,344	-78.1
Undercapitalized	5,542	7,993	37,425	-85.2
Significantly undercapitalized	5,678	6,971	22,810	-75.1
Critically undercapitalized	537	846	16,735	-96.8

INCOME DATA	Preliminary First Three Qtrs 1993	First Three Qtrs 1992	%Change	Preliminary 3rd Qtr 1993	3rd Qtr 1992	%Change 92:3-93:3
Net interest income	$110,945	$104,217	6.5	$37,427	$35,933	4.2
Provision for loan losses	14,061	20,695	-32.1	4,172	7,115	-41.4
Net income	33,555	24,925	34.6	11,710	8,778	33.4
Net charge-offs	14,028	19,795	-29.1	4,144	7,052	-41.2
Number of institutions reporting net losses	542	817	-33.7	556	800	-30.5

*Excludes insured branches of foreign banks.

TABLE I-E. Selected Indicators, SAIF-Member Depository Institutions*

(dollar figures in millions)	1993**	1992**	1992	1991	1990
Number of institutions reporting	1,956	2,085	2,039	2,177	2,367
Total assets	$759,733	$835,091	$824,266	$883,187	$1,001,804
Total deposits	577,641	669,542	653,865	712,533	775,826
Number of problem institutions	116	240	207	337	446
Assets of problem institutions (in billions)	$66	$154	$128	$209	$231
Number of failed/assisted institutions	9	46	59	144	213
Assets of failed/assisted institutions (in billions)	$6	$32	$44	$79	$130

**As of September 30, 1993.

TABLE II-E. Selected Aggregate Condition and Income Data, SAIF-Member Depository Institutions*

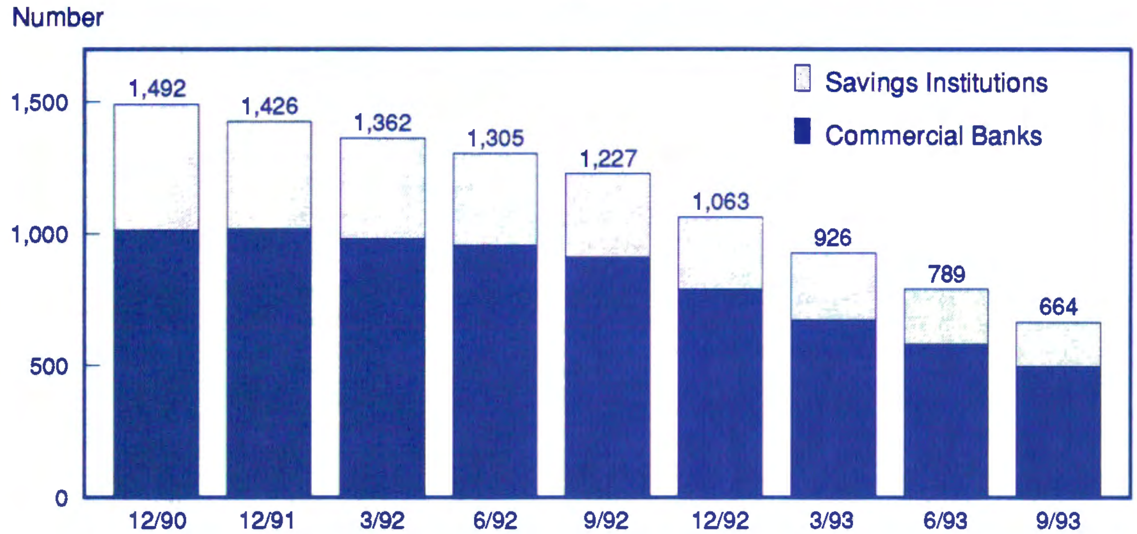
(dollar figures in millions)	Preliminary 3rd Quarter 1993	2nd Quarter 1993	3rd Quarter 1992	% Change 92:3-93:3
Number of institutions reporting	1,956	1,971	2,085	-6.2
Commercial banks	68	68	63	7.9
Savings institutions	1,888	1,903	2,022	-6.6
Total employees (full-time equivalent)	219,907	218,715	232,279	-5.3
CONDITION DATA				
Total assets	$759,733	$764,470	$835,091	-9.0
Loans secured by real estate, total	453,570	456,626	508,754	-10.8
1-4 Family residential	352,176	355,506	392,554	-10.3
Multifamily residential property	46,309	46,057	53,379	-13.2
Commercial real estate	38,515	39,065	44,710	-13.9
Construction development and land	16,515	15,946	18,078	-8.6
Commercial & industrial loans	5,865	6,117	13,300	-55.9
Reserve for losses	6,103	6,110	6,271	-2.7
Total deposits	577,641	588,833	669,542	-13.7
Estimated insured deposits	551,528	560,682	637,927	-13.5
BIF-insured deposits (estimated)	3,595	4,907	892	303.0
SAIF-insured deposits (estimated)	547,933	555,775	637,035	-14.0
Noncurrent loans and leases	9,611	9,750	12,856	-25.2
Other real estate owned	6,901	8,114	11,823	-41.6
Equity capital	58,374	57,081	57,020	2.4
CAPITAL CATEGORY DISTRIBUTION				
Number of institutions:				
Well capitalized	1,815	1,787	1,623	11.8
Adequately capitalized	126	138	311	-59.5
Undercapitalized	10	23	84	-88.1
Significantly undercapitalized	4	16	36	-88.9
Critically undercapitalized	1	6	31	-96.8
Total assets:				
Well capitalized	$650,825	$655,002	$532,783	22.2
Adequately capitalized	106,482	78,581	200,172	-46.8
Undercapitalized	1,874	6,185	67,945	-97.2
Significantly undercapitalized	539	19,872	11,725	-95.4
Critically undercapitalized	13	4,825	22,466	-99.9

INCOME DATA	Preliminary First Three Qtrs 1993	First Three Qtrs 1992	%Change	Preliminary 3rd Qtr 1993	3rd Qtr 1992	%Change 92:3-93:3
Net interest income	$17,702	$18,620	-4.9	$5,830	$6,283	-7.2
Provision for loan losses	2,130	2,869	-25.8	822	1,062	-22.6
Net income	4,387	4,175	5.1	935	1,239	-24.5
Net charge-offs	1,751	1,792	-2.3	696	570	22.1
Number of institutions reporting net losses	99	149	-33.6	122	158	-22.8

*Excludes institutions in Resolution Trust Corporation conservatorship and one self-liquidating institution.

Number of FDIC-Insured "Problem" Institutions

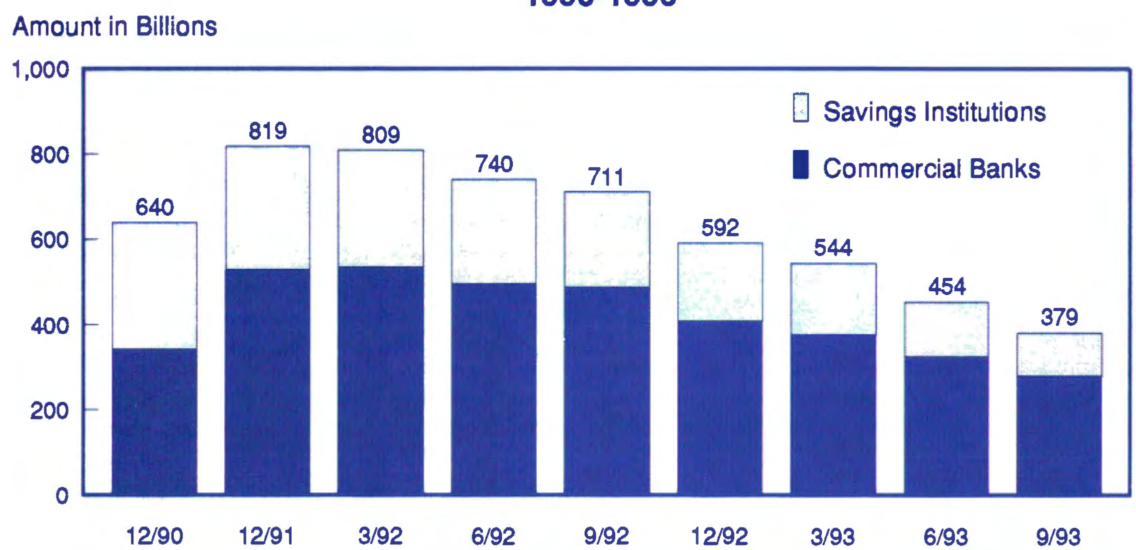
1990-1993



	12/90	12/91	3/92	6/92	9/92	12/92	3/93	6/93	9/93
Savings Institutions	480	410	381	349	318	276	255	209	168
Commercial Banks	1,012	1,016	981	956	909	787	671	580	496

Assets of FDIC-Insured "Problem" Institutions

1990-1993



	12/90	12/91	3/92	6/92	9/92	12/92	3/93	6/93	9/93
Savings Institutions	298	291	274	245	223	184	167	128	98
Commercial Banks	342	528	535	495	488	408	377	326	281

NOTES TO USERS

This publication contains financial data and other information for depository institutions insured by the Federal Deposit Insurance Corporation (FDIC). These notes are an integral part of this publication and provide information regarding the comparability of source data and reporting differences over time. The information presented in the *FDIC Quarterly Banking Profile* is divided into the following groups of institutions.

FDIC-Insured Commercial Banks (Tables I-A through V-A.)
This section covers commercial banks insured by the FDIC either through the Bank Insurance Fund (BIF) or through the Savings Association Insurance Fund (SAIF). Most institutions included in this publication are traditional full-service commercial banks. However, several types of more specialized institutions are also included, which under existing legislative definitions and regulatory practices are considered commercial banks. These institutions include banks primarily engaged in credit card operations, home equity lending or consumer-orientated activities, banks created primarily to benefit parent company operations, and banks that limit or restrict their activities or scope of operations. These institutions are regulated by and submit financial reports to one of the three federal commercial bank regulators (the Board of Governors of the Federal Reserve System, the FDIC or the Office of the Comptroller of the Currency).

FDIC-Insured Savings Institutions (Tables I-B through V-B.)
This section covers savings institutions insured by either BIF or SAIF that operate under state or federal banking codes applicable to thrift institutions, except for one self-liquidating institution primarily funded by the FSLIC Resolution Fund (FRF). Savings institutions that have been placed in Resolution Trust Corporation conservatorship are also excluded from these tables while in conservatorship. The institutions covered in this section are regulated by and submit financial reports to one of two Federal regulators -- the FDIC or the Office of Thrift Supervision (OTS).

All FDIC-Insured Institutions by Insurance Fund (Tables I-C through II-E.)
Summary balance sheet and earnings data are provided for commercial banks and savings institutions according to insurance fund membership. BIF-member institutions may acquire SAIF-insured deposits, resulting in institutions with some deposits covered by both insurance funds. Also, SAIF members may acquire BIF-insured deposits. The insurance fund membership does not necessarily reflect which fund insures the largest percentage of an institution's deposits. Therefore, the BIF-member and the SAIF-member tables each include deposits from both insurance funds. Depository institutions that are not insured by the FDIC through either the BIF or SAIF are not included in the *FDIC Quarterly Banking Profile*. U.S. branches of institutions headquartered in foreign countries and non-deposit trust companies are not included. Efforts are made to obtain financial reports for all active institutions. However, in some cases, final financial reports are not available for institutions that are closed or converted their charter.

DATA SOURCES
The financial information appearing in this publication is obtained primarily from the Federal Financial Institutions Examination Council (FFIEC) *Call Reports* and the OTS *Thrift Financial Reports* submitted by all FDIC-insured depository institutions. This information is stored on and retrieved from the FDIC's Financial Time Series (FTS) data base.

COMPUTATION METHODOLOGY
Certain adjustments are made to the OTS *Thrift Financial Reports* to provide closer conformance with the reporting and accounting requirements of the FFIEC *Call Reports*. The detailed schedules of the *Thrift Financial Report* reflect the consolidation of the parent thrift with all finance subsidiaries. All other subsidiaries are reported as investments on an equity basis or a cost basis. Some accounting differences exist, such as asset sales with recourse, for which the data necessary to reconcile these differences is not reported.

All year-to-date and quarterly income statement figures used in calculating performance ratios represent amounts for that period, annualized (multiplied by the number of periods in a year). Quarterly income figures from the *Thrift Financial Report* are accumulated for each reporting institution to obtain a year-to-date income statement. For institutions that file a *Call Report*, the reported year-to-date income statement figures for two periods are used to derive a quarterly income statement after making adjustments to account for "pooling-of-interest" mergers since they include year-to-date income for all merged institutions.

All asset and liability figures used in calculating performance ratios represent average amounts for the period (beginning-of-period amount plus end-of-period amount plus any interim periods, divided by the total number of periods). For "pooling-of-interest" mergers, the assets of the acquired institution(s) are included in average assets since the year-to-date income includes the results of all merged institutions. No adjustments are made for "purchase accounting" mergers. All asset and liability figures used in calculating the condition ratios represent amounts reported at the end of the quarter. Growth rates represent the percentage change over a 12-month period in totals for institutions in the base period to totals for institutions in the current period. Tables III and IV do not provide growth rates for the "Asset Size Distribution" since many institutions migrate between size groups.

DEFINITIONS (in alphabetical order)
All other assets -- total cash, balances due from depository institutions, premises, fixed assets, direct investments in real estate, investment in unconsolidated subsidiaries, customers' liability on acceptances outstanding, securities held in trading accounts, federal funds sold, securities purchased with agreements to resell, and other assets.

All other liabilities -- bank's liability on acceptances, limited-life preferred stock, and other liabilities.

BIF-insured deposits (estimated) -- the amount of deposits in accounts of less than $100,000 insured by the BIF. For SAIF-member "Oakar" institutions, it represents the adjusted attributable amount acquired from BIF members.

Capital Category Distribution -- each institution's capital category is calculated or estimated from its financial report and does not reflect supervisory upgrades or downgrades:

	Total Risk-Based Capital *		Tier 1 Risk-Based Capital *		Tier 1 Leverage	Tangible Equity
Well capitalized	≥10%	and	≥6%	and	≥5%	--
Adequately capitalized	≥8%	and	≥4%	and	≥4%	--
Undercapitalized	<8%	or	<4%	or	<4%	--
Significantly undercapitalized	<6%	or	<3%	or	<3%	--
Critically undercapitalized	--		--		--	≤2%

*As a percentage of risk-weighted assets.

Construction and development loans -- includes loans for all property types under construction, as well as loans for land acquisition and development.

Core capital -- common equity capital plus noncumulative perpetual preferred stock plus minority interest in consolidated subsidiaries, less goodwill and other ineligible intangible assets. The amount of eligible intangibles (including mortgage servicing rights) included in core capital is limited in accordance with supervisory capital regulations.

Cost of funding earning assets -- total interest expense paid on deposits and other borrowed money as a percentage of average earning assets.

Direct and indirect investments in real estate -- excludes loans secured by real estate and property acquired through foreclosure.

Earning assets -- all loans and other investments that earn interest or dividend income.

Estimated insured deposits -- estimated amount of insured deposits (account balances less than $100,000). The sum of all deposit balances in accounts of less than $100,000 plus the number of accounts with balances greater than $100,000 multiplied by $100,000.

Failed/assisted institutions -- An institution fails when regulators take control of the institution, placing the assets and liabilities into a bridge bank, conservatorship, receivership, or another healthy institution. This action may require the FDIC -- or the RTC -- to provide funds to cover losses. An institution is defined as "assisted" when the institution remains open and receives some insurance funds in order to continue operating.

FHLB advances -- borrowings from the Federal Home Loan Bank (FHLB) reported by institutions that file a *Thrift Financial Report*. Institutions that file a *Call Report* do not report borrowings ("advances") from the FHLB separately.

Goodwill and other intangibles -- intangible assets include mortgage servicing rights, purchased credit card relationships and other identifiable intangible assets.

Gross real estate assets -- real estate loans, other real estate owned, direct and indirect investments in real estate, and mortgage-backed securities before subtracting any reserves.

Gross 1-4 family mortgages -- real estate loans secured by 1-4 family properties before subtracting any reserves.

Investment securities -- excludes securities held in trading accounts where possible.

Loans secured by real estate -- includes home equity loans, junior liens secured by 1-4 family residential properties and all other loans secured by real estate.

Loans to individuals -- includes outstanding credit card balances and other secured and unsecured consumer loans.

Long-term assets (5+ years) -- loans and debt securities with remaining maturities or repricing intervals of over five years.

Mortgage-backed securities -- certificates of participation in pools of residential mortgages and collateralized mortgage obligations issued or guaranteed by government-sponsored or private enterprises.

Net charge-offs -- total loans and leases charged off (removed from balance sheet because of uncollectibility), less amounts recovered on loans and leases previously charged off.

Net interest margin -- the difference between interest and dividends earned on interest-bearing assets and interest paid to depositors and other creditors, expressed as a percentage of average earning assets. No adjustments are made for interest income that is tax exempt.

Net loans and leases -- total loans and leases less unearned income, other contra accounts and the allowance ("reserve") for loan and lease losses.

Net operating income -- income excluding discretionary transactions such as gains (or losses) on the sale of investment securities and extraordinary items. Income taxes subtracted from operating income have been adjusted to exclude the portion applicable to securities gains (or losses).

Noncurrent assets -- the sum of loans, leases, debt securities and other assets that are 90 days or more past due, or in nonaccrual status. Noncurrent debt securities and other assets were not included prior to March 1991.

Noncurrent loans & leases -- the sum of loans and leases 90 days or more past due, and loans and leases in nonaccrual status.

Number of institutions reporting -- the number of institutions that actually filed a financial report.

Off-balance sheet derivatives -- represents the sum of the following: interest-rate contracts, defined as: the notional value of interest-rate swaps, futures and forward contracts and option contracts; foreign exchange rate contracts and commodity and equity contracts (defined similarly to interest-rate contracts).

Other real estate owned -- primarily foreclosed property. Direct and indirect investments in real estate ventures are excluded. The amount is reflected net of valuation allowances. For institutions that file a Thrift Financial Report (TFR), the valuation allowance subtracted also includes allowances for other repossessed assets. Also, for TFR filers the components of other real estate owned are reported gross of valuation allowances.

Percent of institutions with earnings gains -- the percent of institutions that increased their net income (or decreased their losses) compared to the same period a year earlier.

"Problem" Institutions -- Federal regulators assign a composite rating to each financial institution, based upon an evaluation of financial and operational criteria. The rating is based on a scale of 1 to 5 in ascending order of supervisory concern. "Problem" institutions are those institutions with financial, operational, or managerial weaknesses that threaten their continued financial viability. Depending upon the degree of risk and supervisory concern, the are rated either a "4" or "5". For all BIF-member institutions, and for all SAIF-member institutions for which the FDIC is the primary federal regulator, FDIC composite ratings are used. For all SAIF-member institutions whose primary federal regulator is the OTS, the OTS composite rating is used.

Provision for loan losses -- provision for loan and lease losses plus provision for allocated transfer risk reserve.

Reserve for loan losses -- the allowance for loan and lease losses plus the allowance for allocated transfer risk.

Restructured loans and leases -- loan and lease financing receivables with terms restructured from the original contract. Excludes restructured loans and leases that are not in compliance with the modified terms.

Return on assets -- net income (including gains or losses on securities and extraordinary items) as a percentage of average total assets. The basic yardstick of bank profitability.

Return on equity -- net income (including gains or losses on securities and extraordinary items) as a percentage of average total equity capital.

Risk-weighted assets -- assets adjusted for risk-based capital definitions which include on-balance sheet as well as off-balance sheet items multiplied by risk weights that range from zero to 100 percent. A conversion factor is used to assign a balance sheet equivalent amount for selected off-balance sheet accounts.

SAIF-insured deposits (estimated) -- the amount of deposits in accounts of less than $100,000 insured by the SAIF. For BIF-member "Oakar" institutions, it represents the adjusted attributable amount acquired from SAIF members.

Troubled real estate asset rate -- noncurrent real estate loans plus other real estate owned as a percent of total real estate loans and other real estate owned.

Unused loan commitments -- includes credit card lines, home equity lines, commitments to make loans for construction, loans secured by commercial real estate, and unused commitments to originate or purchase loans.

Volatile liabilities -- the sum of large denomination time deposits, foreign office deposits, federal funds purchased, securities sold under agreements to repurchase, and other borrowings.

Yield on earning assets -- total interest, dividend and fee income earned on loans and investments as a percentage of average earning assets.